

Fiscal Services Division
Legislative Services Agency
Fiscal Note

HF 2511 – Grain Inventory Property Tax (LSB 5920 YH.1)

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Fiscal Note Version – New

Requested by Representative Brian Quirk

Description

House File 2511 repeals the grain handling tax. Under current law the grain stored in elevators or other defined facilities is taxed at \$0.25 per thousand bushels of grain. The tax is divided among the local taxing jurisdictions.

Assumptions

During 2007, there were approximately 3.5 billion bushels of grain subject to the grain handling tax, generating approximately \$870,000 for local taxing jurisdictions in FY 2009.

The fiscal analysis below assumes similar totals for bushels of grain subject to the grain handling tax in future years.

Fiscal Impact

There is no impact to the State General Fund.

The estimated fiscal impact in FY 2009 and future years to local taxing jurisdictions is an annual Statewide reduction of \$870,000.

Sources

Iowa Department of Revenue
LSA Calculations

/s/ Holly M. Lyons

March 13, 2008

The fiscal note and correctional impact statement for this bill was prepared pursuant to Joint Rule 17 and pursuant to Section 2.56, Code of Iowa. Data used in developing this fiscal note and correctional impact statement are available from the Fiscal Services Division, Legislative Services Agency to members of the Legislature upon request.
